

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
TOWANDA, KANSAS**

**FINANCIAL STATEMENT
JUNE 30, 2018**

BFR

BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
TABLE OF CONTENTS
JUNE 30, 2018

	<u>Page</u>
Independent Auditors' Report	1 – 3
Financial Statement	
Summary of Cash Receipts, Expenditures, and Unencumbered Cash	4
Notes to Financial Statement	5 – 12
Regulatory Required Supplementary Information	
Summary of Expenditures - Actual and Budget	13
Schedule of Cash Receipts and Expenditures - Actual and Budget	
General Fund	14
Supplemental General Fund	15
At Risk (K-12) Fund	16
Bilingual Education Fund	17
Virtual Education Fund	18
Capital Outlay Fund	19
Driver Training Fund	20
Food Service Fund	21
Professional Development Fund	22
Special Education Fund	23
Career and Postsecondary Education Fund	24
KPERS Contribution Fund	25
Bond & Interest Fund	26
Schedule of Cash Receipts and Expenditures - Actual	
Federal Funds	27
Gifts & Grants Fund	28
Contingency Reserve Fund	29
Textbook & Student Material Revolving Fund	30
Schedule of Cash Receipts and Expenditures - Capital Projects	31
Schedule of Cash Receipts and Cash Disbursements	
Agency Funds	32 – 33
Schedule of Cash Receipts, Expenditures, and Unencumbered Cash	
District Activity Funds	34
Federal Award Information	
Schedule of Expenditures of Federal Awards	35



BUSBY FORD & REIMER, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

**Board of Education
Circle Unified School District No. 375
Towanda, Kansas**

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of **Circle Unified School District No. 375, Towanda, Kansas**, as of and for the year ended **June 30, 2018**, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1 to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditors' judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Education
Circle Unified School District No. 375

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in Note 1 of the financial statement, the financial statement is prepared by **Circle Unified School District No. 375, Towanda, Kansas**, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of **Circle Unified School District No. 375, Towanda, Kansas**, as of **June 30, 2018**, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of **Circle Unified School District No. 375, Towanda, Kansas**, as of **June 30, 2018**, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual, schedule of regulatory basis cash receipts and expenditures-capital projects, agency funds schedules of regulatory basis cash receipts and disbursements, district activity funds schedules of regulatory basis cash receipts, expenditures and unencumbered cash (Regulatory-Required Supplementary Information as listed in the table of contents) and schedule of expenditures of federal awards (Federal Award Information as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement.

**Board of Education
Circle Unified School District No. 375**

The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statement as a whole, on the basis of accounting described in Note 1.

The 2017 Actual column presented in the individual fund schedules of regulatory basis receipts and expenditures-actual and budget and individual fund schedules of regulatory basis receipts and expenditures-actual (as listed in the table of contents) is also presented for comparative analysis and is not a required part of the 2017 basic financial statement upon which we rendered an unmodified opinion dated December 15, 2017. The 2017 basic financial statement and our accompanying report are not presented herein but are available in electronic form from the web site of the Kansas Department of Administration at the following link <http://da.ks.gov/ar/muniserv/>. Such 2017 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2017 basic financial statement. The 2017 comparative information was subjected to the auditing procedures applied in the audit of the 2017 basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2017 basic financial statement or to the 2017 basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2017 comparative information is fairly stated in all material respects in relation to the 2017 basic financial statement as a whole, on the basis of accounting described in Note 1.

Busby Ford & Reimer, LLC

Busby Ford & Reimer, LLC
December 7, 2018

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SUMMARY OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Fund	\$ 13,055	\$ 0	\$ 10,963,151	\$ 10,976,206	\$ 0	\$ 237	\$ 237
Special Purpose Funds							
Supplemental General	99,949	0	3,677,768	3,604,286	173,431	0	173,431
At Risk (K-12)	102,000	0	675,325	720,000	57,325	0	57,325
Bilingual Education	20	0	7,000	7,020	0	0	0
Virtual Education	1,000	0	130,677	126,677	5,000	0	5,000
Capital Outlay	2,143,974	0	1,765,295	1,763,957	2,145,312	0	2,145,312
Driver Training	59,921	0	22,490	14,676	67,735	0	67,735
Food Service	276,394	0	814,149	820,555	269,988	0	269,988
Professional Development	59,500	0	82,810	34,409	107,901	0	107,901
Special Education	313,993	0	2,165,385	2,087,193	392,185	0	392,185
Career and Postsecondary Education	98,853	0	757,534	606,387	250,000	2,046	252,046
KPERs Contribution	0	0	1,242,375	1,242,375	0	0	0
Federal Funds	41,917	0	237,392	270,110	9,199	0	9,199
Gifts and Grants	55,128	0	35,516	48,262	42,382	371	42,753
Contingency Reserve	400,334	0	0	0	400,334	0	400,334
Textbook & Student Material							
Revolving	231,976	0	445,944	261,097	416,823	8,903	425,726
District Activity Funds	40,003	0	270,884	248,921	61,966	0	61,966
Debt Service Funds							
Bond and Interest	3,708,337	0	4,717,977	4,517,469	3,908,845	0	3,908,845
Capital Projects	1,729,476	0	16,450	61,956	1,683,970	0	1,683,970
	<u>\$ 9,375,830</u>	<u>\$ 0</u>	<u>\$ 28,028,122</u>	<u>\$ 27,411,556</u>	<u>\$ 9,992,396</u>	<u>\$ 11,557</u>	<u>\$ 10,003,953</u>

Composition of Cash:

Checking Accounts	\$ 931,929
Certificate of Deposit	98,000
Money Market Accounts	6,776,609
Investments	<u>2,339,077</u>
	10,145,615
Agency Funds	<u>(141,662)</u>
	<u>\$ 10,003,953</u>

The notes to the financial statement are an integral part of this statement.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Note 1 - Summary of Significant Accounting Policies:

Financial Reporting Entity

Circle Unified School District No. 375 is a municipal corporation established under State of Kansas statutes designed to meet educational requirements at the primary and secondary levels in and around Towanda, Kansas. The District is governed by an elected seven-member Board of Education. The District's financial statement includes all funds over which the Board of Education exercises financial responsibility. Financial responsibility includes appointment of governing body members, designation of management, the ability to significantly influence operations and accountability for fiscal matters.

KMAAG Regulatory Basis of Presentation Fund Definitions:

General Fund-The primary operating fund. Used to account for all unrestricted resources except those required to be accounted for in another fund.

Special Purpose Funds-To account for the proceeds of specific receipts (other than major capital projects) that are restricted by law or administrative action to expenditure for specific purposes.

Capital Projects Fund-To account for the financial resources segregated for the acquisition or construction of major capital facilities and improvements.

Debt Service Fund-To account for the accumulation of resources for and the payment of, interest and principal on general long-term debt.

Agency Funds-To account for resources held in a trustee or agency capacity for others which therefore cannot be used to support the government's own programs.

Regulatory Basis of Accounting and Departure from Accounting Principles Generally accepted in the United States of America

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of accounting principles generally accepted in the United States of America and allowing the municipality to use the regulatory basis of accounting.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Budget and Tax Cycle

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and debt service funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held, and the governing body may amend the budget at that time. There were no amendments for the year ended June 30, 2018.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the District for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital projects funds, trust funds, and the following special purpose funds:

Federal Funds	Gifts and Grants Fund
Contingency Reserve Fund	Textbook & Student Material Revolving Fund
District Activity Funds	

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

Note 2 - In Substance Receipt in Transit:

The District received \$658,328 subsequent to June 30, 2018, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2018.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Note 3 - Defined Benefit Pension Plan:

Plan Description

The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions

K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009 and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate of 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium for the period of July 1, 2017 through September 30, 2017 for the Death and Disability Program) was 10.81% for the fiscal year ended June 30, 2017. The actuarially determined employer contribution rate was 12.01% for the fiscal year ended June 30, 2018. Per 2016 House Substitute for Senate Bill 161, Section 98(a)(1), state general fund and expanded lottery act revenue funds for employer contributions to KPERS were deferred. The amount deferred for school contributions was \$92,917,091 for the fiscal year ended June 30, 2016 and the anticipated repayments per SB249 were nullified per HB2052 during fiscal year 2017.

The State of Kansas contribution to KPERS for all school municipalities for the year ending June 30, 2017, received as of June 30th was \$304,596,361. Per 2017 Senate Substitute for House Bill 2052, Section 37(a), state general fund employer contributions to KPERS were decreased by \$64,130,234 for the fiscal year ended June 30, 2017. Section 43(17) of the bill also stipulates that repayments of the reduced contributions are to be amortized over twenty years at a level dollar amount commencing in fiscal year 2018. The level dollar amount was computed to be \$6.4 million dollars per year.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled \$1,242,375 for the year ended June 30, 2018.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Net Pension Liability

At June 30, 2018, the District's proportionate share of the collective net pension liability reported by KPERS was \$15,373,066. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2017. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

Note 4 - Contingencies:

Grant Programs

The District participates in various federal and state grant programs. These grant programs are often subject to additional audits by agents of the granting agency, the purpose of which is to ensure compliance with the specific conditions of the grant. Any liability for reimbursement which may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance for all risks of loss. Settled claims resulting from these risks have not materially exceeded commercial insurance coverage in any of the past three years.

Note 5 - Postemployment Benefits:

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the local government is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the government makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured. There is no cost to the government under this program.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Note 6 - Reimbursed Expenses:

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as revenue to the fund. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements.

Note 7 - Capital Projects:

At year-end, capital project authorization compared with expenditures from inception are as follows:

	Project Authorization	Expenditures to Date
New High School and School Renovations	<u>\$37,454,576</u>	<u>\$35,770,606</u>

Note 8 - Interfund Transactions:

Operating transfers in accordance with K.S.A. 72-7063 were as follows:

Transfer from:	Transfer to:								Total
	At Risk (K-12)	Bilingual Education	Virtual Education	Food Service	Professional Development	Special Education	Career and Postsecondary Education	Textbook and Student Material Revolving	
General Fund	\$ 618,000	\$ 7,000	\$ 128,605	\$ 16,500	\$ 80,000	\$ 1,842,929	\$ 499,250	\$ 225,000	\$ 3,417,284
Supplemental General Fund	57,325	0	2,072	0	0	250,000	250,000	25,000	584,397
	<u>\$ 675,325</u>	<u>\$ 7,000</u>	<u>\$ 130,677</u>	<u>\$ 16,500</u>	<u>\$ 80,000</u>	<u>\$ 2,092,929</u>	<u>\$ 749,250</u>	<u>\$ 250,000</u>	<u>\$ 4,001,681</u>

Note 9 - Compensated Absences:

Certified personnel of the District are granted twelve days of sick leave at the beginning of each contract year. Days not used during the contract year may be accumulated to 76 days. Retiring certified personnel who have accumulated sick leave at the end of their last contract year are eligible to receive payment for unused days provided they are eligible to retire under KPERS or Social Security. The Board will pay \$60.00 per day for 2/3 of the retiring employee's accumulated sick leave with a maximum of 50 days. If the employee is retiring under the early retirement provision of the negotiated agreement, an additional \$30.00 per day for 2/3 of the accumulated sick leave, with a maximum of 50 days, will be paid. It is the policy of the District to record vacation and sick leave benefits as expenditures when paid.

Classified staff accrue sick leave each year according to the provisions in the classified handbook. Retiring classified personnel who meet the KPERS retirement requirements, have been employed in the District for at least seven consecutive years prior to retirement and are employed for at least 3.5 hours per day are eligible to be reimbursed for their accumulated sick leave. The Board will pay \$30.00 per day for the retiring employee's accumulated sick leave with a maximum of 50 days.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Note 10 - Deposits and Investments:

As of June 30, 2018, the District had the following investments and maturities:

Investment Type	Fair Value	Rating
Kansas Municipal Investment Pool (overnight fund)	\$ 2,339,077	S&P AA+/S 1+

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The rating of the District's investments is noted above.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405. The District's allocation of investments as of June 30, 2018, is as follows:

Investment Type	Percentage of Investments
Kansas Municipal Investment Pool (overnight fund)	100%

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2018.

At June 30, 2018, the District's carrying amount of deposits was \$7,806,538 and the bank balance was \$8,380,072. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$490,491 was covered by federal depository insurance and the remaining \$7,889,581 was collateralized with securities held by the pledging financial institutions' agents in the District's name.

Custodial credit risk – investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

At June 30, 2018, the District had invested \$2,339,077 in the State's municipal investment pool. The municipal investment pool is under the oversight of the Pooled Money Investment Board. The board is comprised of the State Treasurer and four additional members appointed by the State Governor. The board reports annually to the Kansas legislature. State pooled monies may be invested in direct obligations of, or obligations that are insured as to principal and interest, by the U.S. government or any agency thereof, with maturities up to four years. No more than ten percent of those funds may be invested in mortgage-backed securities. In addition, the State pool may invest in repurchase agreements with Kansas banks or with primary government securities dealers.

Note 11 - Advance Refunding of Bond Obligation:

On September 1, 2014, the District issued \$22,745,000 in General Obligation Bonds with interest rates ranging from 1.00% to 4.00%. Of the issue, \$8,417,752 was used to purchase U.S. government securities. Those securities were deposited with an escrow agent to provide for the future debt service payments on \$5,260,000 of the 2007 Series General Obligation Bonds and \$3,560,000 of the 2008 Series General Obligation Bonds. The 2007 Series General Obligation Bonds were subsequently paid and not included in long-term debt below. \$3,560,000 of the 2008 Series Bonds are considered defeased as of June 30, 2018, and not included in long-term debt below.

On June 5, 2018, the District issued \$3,830,000 in General Obligation Bonds with interest rates ranging from 3.00% to 4.00%. Of the issue, \$3,925,000 was used to purchase U.S. government securities. Those securities were deposited with an escrow agent to provide for the future debt service payments on \$3,925,000 of the 2008 Series General Obligation Bonds. \$3,925,000 of the 2008 Series Bonds are considered defeased as of June 30, 2018, and not included in long-term debt below.

Note 12 - Long-Term Debt:

Principal payments are due annually for general obligation bonds. Interest payments are due semi-annually.

Terms for long-term liabilities for the District for the year ended June 30, 2018, were as follows:

Issue	Interest Rate	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds				
2007 Series	3.25 - 5.00	1/15/07	\$ 10,800,000	9/1/25
2008 Series	3.25 - 5.00	12/1/08	\$ 9,465,000	9/1/24
2009 Series	3.00 - 3.15	2/1/09	\$ 3,715,000	9/1/23
2013 Series	3.25 - 5.00	5/1/13	\$ 30,000,000	9/1/31
2014 Series	1.00 - 4.00	9/1/14	\$ 22,745,000	9/1/31
2017 Series	3.00	9/13/17	\$ 2,485,000	9/1/25
2018 Series	3.00 - 4.00	6/5/18	\$ 3,830,000	9/1/23

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2018

Changes in long-term liabilities for the District for the year ended June 30, 2018, were as follows:

Issue	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds					
2007 Series	\$ 2,770,000	\$ 0	\$ 2,770,000	\$ 0	\$ 65,916
2008 Series	4,405,000	0	4,145,000	260,000	217,470
2009 Series	1,775,000	0	50,000	1,725,000	85,687
2013 Series	30,000,000	0	0	30,000,000	1,169,625
2014 Series	19,555,000	0	1,800,000	17,755,000	658,981
2017 Series	0	2,485,000	0	2,485,000	34,790
2018 Series	0	3,830,000	0	3,830,000	0
	<u>\$ 58,505,000</u>	<u>\$ 6,315,000</u>	<u>\$ 8,765,000</u>	<u>\$ 56,055,000</u>	<u>\$ 2,232,469</u>

Current maturities of long-term debt and interest for the next five years and in five-year increments through maturity are as follows:

	Principal	Interest	Total Principal and Interest
2019	\$ 2,480,000	\$ 2,245,332	\$ 4,725,332
2020	2,700,000	2,012,669	4,712,669
2021	2,940,000	1,910,531	4,850,531
2022	3,185,000	1,795,931	4,980,931
2023	3,455,000	1,672,131	5,127,131
2024 - 2028	20,580,000	5,812,256	26,392,256
2029 - 2033	20,715,000	1,452,028	22,167,028
	<u>\$ 56,055,000</u>	<u>\$ 16,900,878</u>	<u>\$ 72,955,878</u>

Note 13 - Subsequent Events:

The District has evaluated subsequent events through December 7, 2018, the date which the financial statement was available to be issued.

**REGULATORY REQUIRED
SUPPLEMENTARY INFORMATION**

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Fund	Certified Budget	Adjustment to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
General Fund	\$ 11,119,554	\$ (145,772)	\$ 2,424	\$ 10,976,206	\$ 10,976,206	\$ 0
Special Purpose Funds						
Supplemental General	3,626,947	(22,661)	0	3,604,286	3,604,286	0
At Risk (K-12)	720,000	0	0	720,000	720,000	0
Bilingual Education	7,020	0	0	7,020	7,020	0
Virtual Education	152,000	0	0	152,000	126,677	(25,323)
Capital Outlay	2,800,000	0	0	2,800,000	1,763,957	(1,036,043)
Driver Training	38,150	0	0	38,150	14,676	(23,474)
Food Service	900,050	0	0	900,050	820,555	(79,495)
Professional Development	72,120	0	0	72,120	34,409	(37,711)
Special Education	2,338,058	0	0	2,338,058	2,087,193	(250,865)
Career and Postsecondary Education	600,000	0	6,734	606,734	606,387	(347)
KPERs Contribution	1,323,088	0	0	1,323,088	1,242,375	(80,713)
Federal Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	270,110	XXXXXXXXXX
Gifts and Grants	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	48,262	XXXXXXXXXX
Contingency Reserve	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	0	XXXXXXXXXX
Textbook & Student Material						
Revolving	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	261,097	XXXXXXXXXX
District Activity Funds	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	248,921	XXXXXXXXXX
Debt Service Funds						
Bond and Interest	4,544,298	0	0	4,544,298	4,517,469	(26,829)
Capital Projects	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	XXXXXXXXXX	61,956	XXXXXXXXXX
	<u>\$ 28,241,285</u>	<u>\$ (168,433)</u>	<u>\$ 9,158</u>	<u>\$ 28,082,010</u>	<u>\$ 27,411,556</u>	<u>\$ (1,560,800)</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 27,495	\$ 2,424	\$ 0	\$ 2,424
State Sources	11,615,190	10,960,727	11,107,904	(147,177)
	<u>11,642,685</u>	<u>10,963,151</u>	<u>\$ 11,107,904</u>	<u>\$ (144,753)</u>
Expenditures				
Instruction	5,784,846	5,201,052	\$ 5,816,000	\$ (614,948)
Student Support Services	90,452	90,043	97,800	(7,757)
Instructional Support Staff	294,702	364,229	301,300	62,929
General Administration	437,964	452,883	447,700	5,183
School Administration	934,825	1,037,361	968,200	69,161
Central Services	127	12	500	(488)
Student Transportation Services	416,552	413,342	432,850	(19,508)
Transfers	3,681,379	3,417,284	3,055,204	362,080
Adjustment to Comply with Legal Max	0	0	(145,772)	145,772
Adjustment for Qualifying Budget Credits	0	0	2,424	(2,424)
	<u>11,640,847</u>	<u>10,976,206</u>	<u>\$ 10,976,206</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	1,838	(13,055)		
Unencumbered Cash, Beginning	11,217	13,055		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 13,055</u>	<u>\$ 0</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Supplemental General Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year <u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 2,526,418	\$ 2,931,794	\$ 2,813,381	\$ 118,413
County Sources	248,358	242,672	221,697	20,975
State Sources	772,916	503,302	491,920	11,382
	<u>3,547,692</u>	<u>3,677,768</u>	<u>\$ 3,526,998</u>	<u>\$ 150,770</u>
Expenditures				
Instruction	1,333,198	1,306,680	\$ 1,343,800	\$ (37,120)
Student Support Services	614,505	403,094	628,122	(225,028)
Instructional Support Staff	230,169	240,399	238,800	1,599
General Administration	51,767	54,871	59,225	(4,354)
School Administration	203	0	0	0
Operations & Maintenance	982,250	1,014,845	990,000	24,845
Transfers	344,815	584,397	367,000	217,397
Adjustment to Comply with Legal Max	<u>0</u>	<u>0</u>	<u>(22,661)</u>	<u>22,661</u>
	<u>3,556,907</u>	<u>3,604,286</u>	<u>\$ 3,604,286</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	(9,215)	73,482		
Unencumbered Cash, Beginning	109,164	99,949		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 99,949</u>	<u>\$ 173,431</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS

FOR THE YEAR ENDED JUNE 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>At Risk (K-12) Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,541	\$ 0	\$ 0	\$ 0
Transfers	590,595	675,325	690,000	(14,675)
	<u>592,136</u>	<u>675,325</u>	<u>\$ 690,000</u>	<u>\$ (14,675)</u>
Expenditures				
Instruction	490,336	720,000	\$ 491,310	\$ 228,690
Other Support Services	0	0	228,690	(228,690)
	<u>490,336</u>	<u>720,000</u>	<u>\$ 720,000</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	101,800	(44,675)		
Unencumbered Cash, Beginning	0	102,000		
Prior Year Canceled Encumbrances	<u>200</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 102,000</u>	<u>\$ 57,325</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Bilingual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 0	\$ 7,000	\$ 7,000	\$ 0
	<u>0</u>	<u>7,000</u>	<u>\$ 7,000</u>	<u>\$ 0</u>
Expenditures				
Instruction	0	7,020	\$ 6,320	\$ 700
Student Support Services	<u>0</u>	<u>0</u>	<u>700</u>	<u>(700)</u>
	<u>0</u>	<u>7,020</u>	<u>\$ 7,020</u>	<u>\$ 0</u>
Receipts Over (Under) Expenditures	0	(20)		
Unencumbered Cash, Beginning	20	20		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 20</u>	<u>\$ 0</u>		

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS**

FOR THE YEAR ENDED JUNE 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Virtual Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Transfers	\$ 102,765	\$ 130,677	\$ 153,000	\$ (22,323)
	<u>102,765</u>	<u>130,677</u>	<u>\$ 153,000</u>	<u>\$ (22,323)</u>
Expenditures				
Instruction	101,922	126,677	\$ 112,000	\$ 14,677
School Administration	<u>0</u>	<u>0</u>	<u>40,000</u>	<u>(40,000)</u>
	<u>101,922</u>	<u>126,677</u>	<u>\$ 152,000</u>	<u>\$ (25,323)</u>
Receipts Over (Under) Expenditures	843	4,000		
Unencumbered Cash, Beginning	157	1,000		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 1,000</u>	<u>\$ 5,000</u>		

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS**

FOR THE YEAR ENDED JUNE 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Capital Outlay Fund</u>	Prior Year Actual	Current Year		Variance - Over (Under)
		Actual	Budget	
Cash Receipts				
Local Sources	\$ 1,528,465	\$ 1,630,191	\$ 1,568,694	\$ 61,497
County Sources	103,030	135,104	123,437	11,667
State Sources	76,042	0	0	0
	<u>1,707,537</u>	<u>1,765,295</u>	<u>\$ 1,692,131</u>	<u>\$ 73,164</u>
Expenditures				
Instruction	90,306	290,851	\$ 300,000	\$ (9,149)
Central Services	93,625	7,072	75,000	(67,928)
Operations & Maintenance	1,032,105	1,047,340	1,043,750	3,590
Transportation	316,934	174,290	318,610	(144,320)
Facility Acquisition & Construction Services	190,281	244,404	1,062,640	(818,236)
	<u>1,723,251</u>	<u>1,763,957</u>	<u>\$ 2,800,000</u>	<u>\$ (1,036,043)</u>
Receipts Over (Under) Expenditures	(15,714)	1,338		
Unencumbered Cash, Beginning	2,159,688	2,143,974		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 2,143,974</u>	<u>\$ 2,145,312</u>		

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS**

FOR THE YEAR ENDED JUNE 30, 2018

(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Driver Training Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 12,050	\$ 12,250	\$ 11,200	\$ 1,050
State Sources	10,112	10,240	0	10,240
	<u>22,162</u>	<u>22,490</u>	<u>\$ 11,200</u>	<u>\$ 11,290</u>
Expenditures				
Instruction	14,398	14,076	\$ 23,150	\$ (9,074)
Vehicle Operations, Maintenance Services	0	600	15,000	(14,400)
	<u>14,398</u>	<u>14,676</u>	<u>\$ 38,150</u>	<u>\$ (23,474)</u>
Receipts Over (Under) Expenditures	7,764	7,814		
Unencumbered Cash, Beginning	52,157	59,921		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 59,921</u>	<u>\$ 67,735</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Food Service Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 456,236	\$ 447,681	\$ 383,062	\$ 64,619
State Sources	9,059	8,713	7,575	1,138
Federal Sources	348,312	341,255	347,030	(5,775)
Transfers	0	16,500	0	16,500
	<u>813,607</u>	<u>814,149</u>	<u>\$ 737,667</u>	<u>\$ 76,482</u>
Expenditures				
Operations & Maintenance	5,519	41,920	\$ 135,000	\$ (93,080)
Food Service Operation	<u>756,639</u>	<u>778,635</u>	<u>765,050</u>	<u>13,585</u>
	<u>762,158</u>	<u>820,555</u>	<u>\$ 900,050</u>	<u>\$ (79,495)</u>
Receipts Over (Under) Expenditures	51,449	(6,406)		
Unencumbered Cash, Beginning	224,945	276,394		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 276,394</u>	<u>\$ 269,988</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Professional Development Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 0	\$ 2,810	\$ 5,950	\$ (3,140)
Transfers	30,000	80,000	40,000	40,000
	<u>30,000</u>	<u>82,810</u>	<u>\$ 45,950</u>	<u>\$ 36,860</u>
Expenditures				
Instructional Support Staff	30,500	34,409	\$ 32,120	\$ 2,289
Other Support Services	0	0	40,000	(40,000)
	<u>30,500</u>	<u>34,409</u>	<u>\$ 72,120</u>	<u>\$ (37,711)</u>
Receipts Over (Under) Expenditures	(500)	48,401		
Unencumbered Cash, Beginning	60,000	59,500		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 59,500</u>	<u>\$ 107,901</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Special Education Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Local Sources	\$ 23,814	\$ 49,394	\$ 0	\$ 49,394
State Sources	0	13,655	0	13,655
Federal Sources	0	9,407	0	9,407
Transfers	1,933,430	2,092,929	2,035,000	57,929
	<u>1,957,244</u>	<u>2,165,385</u>	<u>\$ 2,035,000</u>	<u>\$ 130,385</u>
Expenditures				
Instruction	1,773,519	1,937,910	\$ 2,219,808	\$ (281,898)
Student Transportation Services	116,124	149,283	118,250	31,033
	<u>1,889,643</u>	<u>2,087,193</u>	<u>\$ 2,338,058</u>	<u>\$ (250,865)</u>
Receipts Over (Under) Expenditures	67,601	78,192		
Unencumbered Cash, Beginning	246,392	313,993		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 313,993</u>	<u>\$ 392,185</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

Career and Postsecondary Education Fund	Current Year			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
Federal Sources	\$ 8,099	\$ 8,284	\$ 0	\$ 8,284
Transfers	504,348	749,250	554,204	195,046
	<u>512,447</u>	<u>757,534</u>	<u>\$ 554,204</u>	<u>\$ 203,330</u>
Expenditures				
Instruction	413,594	606,387	\$ 469,000	\$ 137,387
Other Support Services	0	0	131,000	(131,000)
Adjustment for Qualifying Budget Credits	<u>0</u>	<u>0</u>	<u>6,734</u>	<u>(6,734)</u>
	<u>413,594</u>	<u>606,387</u>	<u>\$ 606,734</u>	<u>\$ (347)</u>
Receipts Over (Under) Expenditures	98,853	151,147		
Unencumbered Cash, Beginning	0	98,853		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 98,853</u>	<u>\$ 250,000</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>KPERS Contribution Fund</u>	<u>Current Year</u>			Variance - Over (Under)
	Prior Year Actual	Actual	Budget	
Cash Receipts				
State Sources	\$ 0	\$ 1,242,375	\$ 1,323,088	\$ (80,713)
Transfers	840,056	0	0	0
	<u>840,056</u>	<u>1,242,375</u>	<u>\$ 1,323,088</u>	<u>\$ (80,713)</u>
Expenditures				
Instruction	344,423	519,287	\$ 600,000	\$ (80,713)
Student Support Services	80,645	185,000	185,000	0
Instructional Support Staff	80,645	185,000	185,000	0
General Administration	57,965	64,088	64,088	0
School Administration	70,565	73,000	73,000	0
Other Supplemental Services	35,282	38,000	38,000	0
Operations & Maintenance	75,605	78,000	78,000	0
Student Transportation Services	59,644	62,000	62,000	0
Food Service Operation	35,282	38,000	38,000	0
	<u>840,056</u>	<u>1,242,375</u>	<u>\$ 1,323,088</u>	<u>\$ (80,713)</u>
Receipts Over (Under) Expenditures	0	0		
Unencumbered Cash, Beginning	0	0		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 0</u>	<u>\$ 0</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES -
ACTUAL AND BUDGET
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Bond and Interest Fund</u>	Prior Year	<u>Current Year</u>		Variance - Over (Under)
	<u>Actual</u>	<u>Actual</u>	<u>Budget</u>	
Cash Receipts				
Local Sources	\$ 3,938,506	\$ 4,342,837	\$ 4,188,317	\$ 154,520
County Sources	360,314	375,140	342,949	32,191
State Sources	221,005	0	0	0
	<u>4,519,825</u>	<u>4,717,977</u>	<u>\$ 4,531,266</u>	<u>\$ 186,711</u>
Expenditures				
Debt Service	<u>4,420,108</u>	<u>4,517,469</u>	<u>\$ 4,544,298</u>	<u>\$ (26,829)</u>
	<u>4,420,108</u>	<u>4,517,469</u>	<u>\$ 4,544,298</u>	<u>\$ (26,829)</u>
Receipts Over (Under) Expenditures	99,717	200,508		
Unencumbered Cash, Beginning	3,608,620	3,708,337		
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>		
Unencumbered Cash, Ending	<u>\$ 3,708,337</u>	<u>\$ 3,908,845</u>		

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

<u>Federal Funds</u>	<u>Prior Year Actual</u>	<u>Current Year Actual</u>
Cash Receipts		
Federal Sources	\$ 262,717	\$ 237,392
	<u>262,717</u>	<u>237,392</u>
Expenditures		
Instruction	229,566	270,110
Instructional Support Services	<u>26,316</u>	<u>0</u>
	<u>255,882</u>	<u>270,110</u>
Receipts Over (Under) Expenditures	6,835	(32,718)
Unencumbered Cash, Beginning	35,082	41,917
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 41,917</u>	<u>\$ 9,199</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

Gifts and Grants Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 46,287	\$ 35,516
	<u>46,287</u>	<u>35,516</u>
Expenditures		
Instruction	<u>63,369</u>	<u>48,262</u>
	<u>63,369</u>	<u>48,262</u>
Receipts Over (Under) Expenditures	(17,082)	(12,746)
Unencumbered Cash, Beginning	72,167	55,128
Prior Year Canceled Encumbrances	<u>43</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 55,128</u>	<u>\$ 42,382</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

Contingency Reserve Fund

	Prior Year <u>Actual</u>	Current Year <u>Actual</u>
Cash Receipts		
Transfers	\$ 0	\$ 0
	<u> 0</u>	<u> 0</u>
Expenditures		
Other	<u> 0</u>	<u> 0</u>
	<u> 0</u>	<u> 0</u>
Receipts Over (Under) Expenditures	0	0
Unencumbered Cash, Beginning	400,334	400,334
Prior Year Canceled Encumbrances	<u> 0</u>	<u> 0</u>
Unencumbered Cash, Ending	<u>\$ 400,334</u>	<u>\$ 400,334</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - ACTUAL
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

Textbook & Student Material Revolving Fund

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 195,742	\$ 195,944
Transfers	25,000	250,000
	<u>220,742</u>	<u>445,944</u>
Expenditures		
Instruction	116,876	243,699
Instructional Support Staff	15,552	17,398
	<u>132,428</u>	<u>261,097</u>
Receipts Over (Under) Expenditures	88,314	184,847
Unencumbered Cash, Beginning	143,662	231,976
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 231,976</u>	<u>\$ 416,823</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF CASH RECEIPTS AND EXPENDITURES - CAPITAL PROJECTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018
(With Comparative Actual Totals for the Prior Year Ended June 30, 2017)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Local Sources	\$ 4,496	\$ 16,450
	<u>4,496</u>	<u>16,450</u>
Expenditures		
New Building Acquisition and Construction	<u>510,762</u>	<u>61,956</u>
	<u>510,762</u>	<u>61,956</u>
Receipts Over (Under) Expenditures	(506,266)	(45,506)
Unencumbered Cash, Beginning	2,235,742	1,729,476
Prior Year Canceled Encumbrances	<u>0</u>	<u>0</u>
Unencumbered Cash, Ending	<u>\$ 1,729,476</u>	<u>\$ 1,683,970</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Circle High School				
Art Club	\$ 151	\$ 97	\$ 53	\$ 195
Athletic Fundraising	54,907	102,056	95,292	61,671
B.E.S.T. Robotics	1,702	8,525	9,301	926
Crimestoppers	66	0	0	66
Danz Team	316	509	167	658
Drama/Forensics	268	2,761	1,901	1,128
Drama/Mamas	165	0	95	70
FCA	2,049	0	24	2,025
FCCLA	6,099	1,750	1,610	6,239
Freshman	0	1,829	0	1,829
Junior Class	4,772	3,882	4,276	4,378
Library	120	0	0	120
Memorial Fund	3,605	693	0	4,298
Musical/Play	5,000	8,129	7,013	6,116
National Honor Society	798	836	674	960
Renaissance	385	26	0	411
Sales Tax	6	11,615	11,543	78
Science Club	0	91	91	0
Senior Class	2,975	1,650	2,725	1,900
Skills USA	1,839	0	8	1,831
Sophomore Class	1,890	1,691	0	3,581
Spanish Club	1,790	0	223	1,567
Sport Physicals	819	886	929	776
Students Against Drunk Driving	4,146	3,798	2,196	5,748
STUCO	795	6,197	4,857	2,135
Target	4,186	1,737	2,790	3,133
Thor Scholarship	1,250	0	1,250	0
	<u>100,099</u>	<u>158,758</u>	<u>147,018</u>	<u>111,839</u>

CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
AGENCY FUNDS
SCHEDULE OF CASH RECEIPTS AND CASH DISBURSEMENTS
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018

Fund	Beginning Cash Balance	Cash Receipts	Cash Disbursements	Ending Cash Balance
Circle Middle School				
Band	0	437	440	(3)
Book Reviewers	946	2,163	2,299	810
Sales Tax	0	2,272	2,272	0
STUCO	2,990	9,619	10,969	1,640
Vocal	21	145	166	0
Yearbook	1,284	3,722	3,522	1,484
Outdoor Classroom	0	647	0	647
	<u>5,241</u>	<u>19,005</u>	<u>19,668</u>	<u>4,578</u>
Benton Grade School				
Stuco	617	0	0	617
Yearbook	2,618	14,039	13,545	3,112
	<u>3,235</u>	<u>14,039</u>	<u>13,545</u>	<u>3,729</u>
Greenwich Elementary School				
STUCO	290	2,144	1,956	478
Yearbook	4,414	2,247	2,869	3,792
General	205	5,301	5,279	227
	<u>4,909</u>	<u>9,692</u>	<u>10,104</u>	<u>4,497</u>
Oil Hill Grade School				
Student Council	12,961	8,503	8,794	12,670
Science Center	202	0	0	202
Entrepreneur Club	1,740	726	889	1,577
	<u>14,903</u>	<u>9,229</u>	<u>9,683</u>	<u>14,449</u>
Towanda Elementary School				
STUCO	476	113	208	381
Towanda Grade School Activities	1,903	2,210	2,775	1,338
Yearbook	560	2,586	2,336	810
Marker space	76	1,430	1,465	41
	<u>3,015</u>	<u>6,339</u>	<u>6,784</u>	<u>2,570</u>
Total Agency Funds	<u>\$ 131,402</u>	<u>\$ 217,062</u>	<u>\$ 206,802</u>	<u>\$ 141,662</u>

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
DISTRICT ACTIVITY FUNDS
SCHEDULE OF CASH RECEIPTS, EXPENDITURES,
AND UNENCUMBERED CASH
REGULATORY BASIS
FOR THE YEAR ENDED JUNE 30, 2018**

Fund	Beginning Unencumbered Cash Balance	Prior Year Canceled Encumbrances	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Circle High School							
Concessions	\$ 250	\$ 0	\$ 61,038	\$ 61,038	\$ 250	\$ 0	\$ 250
Yearbook	3,389	0	5,950	3,753	5,586	0	5,586
Athletics	10	0	77,911	77,900	21	0	21
Counselors	69	0	2,352	2,132	289	0	289
Sports Program	0	0	650	650	0	0	0
	<u>3,718</u>	<u>0</u>	<u>147,901</u>	<u>145,473</u>	<u>6,146</u>	<u>0</u>	<u>6,146</u>
Circle Middle School							
Athletics	<u>1,195</u>	<u>0</u>	<u>22,890</u>	<u>22,885</u>	<u>1,200</u>	<u>0</u>	<u>1,200</u>
	<u>1,195</u>	<u>0</u>	<u>22,890</u>	<u>22,885</u>	<u>1,200</u>	<u>0</u>	<u>1,200</u>
Concessions	35,090	0	47,565	43,035	39,620	0	39,620
District Activity	0	0	52,528	37,528	15,000	0	15,000
	<u>35,090</u>	<u>0</u>	<u>100,093</u>	<u>80,563</u>	<u>54,620</u>	<u>0</u>	<u>54,620</u>
Total District Activity Funds	<u>\$ 40,003</u>	<u>\$ 0</u>	<u>\$ 270,884</u>	<u>\$ 248,921</u>	<u>\$ 61,966</u>	<u>\$ 0</u>	<u>\$ 61,966</u>

FEDERAL AWARD INFORMATION

**CIRCLE UNIFIED SCHOOL DISTRICT NO. 375
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018**

Grant Title	Federal CFDA No.	Program Amount	Unencumbered Cash 7-1-17	Receipts	Expenditures	Unencumbered Cash 6-30-18
<u>(Passes Through Kansas Department of Education)</u>						
Department of Agriculture						
School Breakfast Program	10.553	\$ 49,781				
National School Lunch Program	10.555	291,474				
		<u>341,255</u>	<u>\$ 0</u>	<u>\$ 341,255</u>	<u>\$ 341,255</u>	<u>\$ 0</u>
Department of Education						
Title I Grants to Local Educational Agencies	84.010	190,782	31,907	190,782	222,689	0
Special Education Grants to States	84.027	9,407	0	9,407	9,407	0
Career and Technical Education - Basic Grants to States	84.048	1,550	0	1,550	1,550	0
Safe and Supportive Schools Continuum	84.184	0	9,199	0	0	9,199
Supporting Effective Instruction State Grants	84.367	40,948	811	40,948	41,759	0
Student Support and Academic Enrichment Program	84.424	0	0	5,662	5,662	0
		<u>242,687</u>	<u>41,917</u>	<u>248,349</u>	<u>281,067</u>	<u>9,199</u>
<u>(Passes Through SCKESC)</u>						
Department of Education						
Career and Technical Education - Basic Grants to States	84.048	6,734	0	6,734	6,734	0
Total Federal Awards		<u>\$ 590,676</u>	<u>\$ 41,917</u>	<u>\$ 596,338</u>	<u>\$ 629,056</u>	<u>\$ 9,199</u>